

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re PONDEROSA-STATE ENERGY, LLC
Debtor

Case No. 19-13011
Reporting Period: 12/1/2019 - 12/31/2019

Federal Tax I.D. # 82-1361694

CORPORATE MONTHLY OPERATING REPORT

File with the Court and submit a copy to the United States Trustee within 20 days after the end of the month and submit a copy of the report to any official committee appointed in the case.

(Reports for Rochester and Buffalo Divisions of Western District of New York are due 15 days after the end of the month, as are the reports for Southern District of New York.)

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	<u>MOR-1</u>	Y	
Bank Reconciliation (or copies of debtor's bank reconciliations)	<u>MOR-1 (CONT)</u>	Y	
Copies of bank statements			
Cash disbursements journals			
Statement of Operations	<u>MOR-2</u>	Y	
Balance Sheet	<u>MOR-3</u>	Y	
Status of Post-petition Taxes	<u>MOR-4</u>	Y	
Copies of IRS Form 6123 or payment receipt			
Copies of tax returns filed during reporting period			
Summary of Unpaid Post-petition Debts	<u>MOR-4</u>	Y	
Listing of Aged Accounts Payable			
Accounts Receivable Reconciliation and Aging	<u>MOR-5</u>	Y	
Taxes Reconciliation and Aging	<u>MOR-5</u>	Y	
Payments to Insiders and Professional	<u>MOR-6</u>	Y	
Post Petition Status of Secured Notes, Leases Payable	<u>MOR-6</u>	Y	
Debtor Questionnaire	<u>MOR-7</u>	Y	

The amounts set forth in this monthly operating report include funds maintained and transferred by Kent Ries. As the Debtor does not have direct control over these amounts, the amounts are estimated in this monthly operating report.

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the attached documents are true and correct to the best of my knowledge and belief.

Signature of Authorized Individual*

Date

1/20/20

RICHARD SANDS, MANAGER

*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

Attached to this monthly operating report are redacted bank statements for the period covered by this report and for the periods covered by the prior monthly operating reports.

In re PONDEROSA-STATE ENERGY, LLC
Debtor

Case No. 19-13011
Reporting Period: 12/1/2019 - 12/31/2019

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Amounts reported should be from the debtor's books and not the bank statement. The beginning cash should be the ending cash from the prior month or, if this is the first report, the amount should be the balance on the date the petition was filed. The amounts reported in the "CURRENT MONTH - ACTUAL" column must equal the sum of the four bank account columns. Attach copies of the bank statements and the cash disbursements journal. The total disbursements listed in the disbursements journal must equal the total disbursements reported on this page. A bank reconciliation must be attached for each account. [See MOR-1 (CON'T)]

ACCOUNT NUMBER (LAST 4)	BANK ACCOUNTS					CURRENT MONTH ACTUAL (TOTAL OF ALL ACCOUNTS)
	DIP OPERATING 6610	DIP DISPUTED WI 6629	DIP ROYALTY 6637	PRE-PETITION Sig Checking 9516	PRE-PETITION WA Federal 5673	
CASH BEGINNING OF MONTH	21,927.03	-	-	-	-	21,927.03
RECEIPTS						
CASH SALES						-
ACCOUNTS RECEIVABLE - PREPETITION						-
ACCOUNTS RECEIVABLE - POSTPETITION	33,370.74					33,370.74
LOANS AND ADVANCES						-
SALE OF ASSETS						-
REIMBURSEMENT						-
TRANSFERS (FROM PRE-PETITION)						-
TRANSFERS (FROM DIP ACCTS)						-
TOTAL RECEIPTS	33,370.74	-	-	-	-	33,370.74
DISBURSEMENTS						
NET PAYROLL						-
PAYROLL TAXES						-
SALES, USE, & OTHER TAXES						-
LEASE OPERATING EXPENSES	22,087.45					-
INVENTORY PURCHASES						-
SECURED/ RENTAL/ LEASES	12,901.75					12,901.75
INSURANCE						-
ADMINISTRATIVE	4,500.00					4,500.00
REORGANIZATION EXPENSES	10,000.00					10,000.00
OTHER (ATTACH LIST)						-
OWNER DRAW *						-
TRANSFERS (TO DIP ACCTS)						-
PROFESSIONAL FEES						-
U.S. TRUSTEE QUARTERLY FEES						-
COURT COSTS						-
TOTAL DISBURSEMENTS	49,489.20	-	-	-	-	49,489.20
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(16,118.46)	-	-	-	-	(16,118.46)
CASH - END OF MONTH	5,808.57	-	-	-	-	5,808.57

* COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

THE FOLLOWING SECTION MUST BE COMPLETED

DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)

TOTAL DISBURSEMENTS	(49,489.20)
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	-
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	(49,489.20)

In re PONDEROSA-STATE ENERGY, LLC
Debtor

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BANK RECONCILIATIONS

Continuation Sheet for MOR-1

A bank reconciliation must be included for each bank account. The debtor's bank reconciliation may be substituted for this page.
(Bank account numbers may be redacted to last four numbers.)

	DIP OPERATING 6610 #6610	DIP DISPUTED WI 6629 #6629	DIP ROYALTY 6637 #6637	PRE-PETITION Sig Checking 9516 #9516	PRE-PETITION WA Federal 5673 #5673
BALANCE PER BOOKS	5,808.57	-	-	-	-
BANK BALANCE	5,808.57	-	-	-	-
(+) DEPOSITS IN TRANSIT (<i>ATTACH LIST</i>)	-	-	-	-	-
(-) OUTSTANDING CHECKS (<i>ATTACH LIST</i>):	-	-	-	-	-
OTHER (<i>ATTACH EXPLANATION</i>)	-	-	-	-	-
ADJUSTED BANK BALANCE *	5,808.57	-	-	-	-

*"Adjusted Bank Balance" must equal "Balance per Books"

DEPOSITS IN TRANSIT	Date	Amount	Date	Amount
CHECKS OUTSTANDING	Ck. #	Amount	Ck. #	Amount

OTHER

In re PONDEROSA-STATE ENERGY, LLC
Debtor

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STATEMENT OF OPERATIONS (Income Statement)

The Statement of Operations is to be prepared on an **accrual** basis. The accrual basis of accounting recognizes revenue when it is realized and expenses when they are incurred, regardless of when cash is actually received or paid.

REVENUES	MONTH	CUMULATIVE - FILING TO DATE
Gross Revenues	95,825.05	220,379.42
Less: Fees and Taxes withheld	(28,156.86)	(65,491.79)
Net Revenue	67,668.19	154,887.63
COST OF GOODS SOLD		
Beginning Inventory	-	-
Ending Inventory	-	-
OPERATING EXPENSES		
FIELD LEASE OPERATING EXPENSES	32,598.87	126,426.11
Insurance		
Management Services	4,500.00	13,500.00
Accounting Fees	2,537.50	2,537.50
Rent and Lease Expense	-	-
Taxes - Paid from Restricted cash	-	204,657.26
Other - AD Valorem Tax	13,005.38	13,005.38
Total Operating Expenses Before Depreciation	52,641.75	360,126.25
Depreciation/Depletion/Amortization	3,788.99	8,233.77
Net Profit (Loss) Before Other Income & Expenses	11,237.45	(213,472.39)
OTHER INCOME AND EXPENSES		
Interest Income and Bank Fees	54.92	310.23
Interest Expense	3,789.35	12,806.56
Interest - Pre-Petition	21,059.74	21,059.74
Line of Credit OID fee - for Accrual purposes	486.11	1,944.44
Lender Legal Fees	-	40,238.84
Net Profit (Loss) Before Reorganization Items	(14,042.83)	(289,211.74)
REORGANIZATION ITEMS		
Professional Fees *	66,506.22	256,506.22
U. S. Trustee Quarterly Fees		
Interest Earned on Accumulated Cash from Chapter 11 (<i>see continuation sheet</i>)		
Gain (Loss) from Sale of Equipment		
Other Reorganization Expenses *	297.50	24,126.74
Total Reorganization Expenses	66,803.72	280,632.96
Income Taxes		
Net Profit (Loss)	(80,846.55)	(569,844.70)

*estimated expenses

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Reporting Period: 12/1/2019 - 12/31/2019

BALANCE SHEET

The Balance Sheet is to be completed on an accrual basis only. Pre-petition liabilities must be classified separately from post-petition obligations.

ASSETS	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE AT END OF PRIOR REPORTING MONTH	BOOK VALUE ON PETITION DATE OR SCHEDULED
CURRENT ASSETS			
Unrestricted Cash and Equivalents	5,808.57	21,927.03	199.49
Restricted Cash and Cash Equivalents ***	97,012.52	52,788.92	269,342.15
Accounts Receivable (Net)	88,863.66	93,960.35	45,270.00
Notes Receivable			
Inventories	-	-	2,000.00
Prepaid Expenses / Deposits	24,868.04	29,293.30	19,239.00
Professional Retainers			
Other Current Assets (attach schedule)			
TOTAL CURRENT ASSETS	216,552.79	197,969.60	336,050.64
PROPERTY & EQUIPMENT			
Real Property and Improvements	1,557,006.53	1,557,006.53	1,557,006.53
Machinery and Equipment			
Furniture, Fixtures and Office Equipment			
Leasehold Improvements			
Vehicles			
Less: Accumulated Depreciation	(170,938.89)	(167,149.90)	(162,705.12)
TOTAL PROPERTY & EQUIPMENT	1,386,067.64	1,389,856.63	1,394,301.41
OTHER ASSETS			
Amounts due from Insiders*			
Asset Retirement Obligations (for GAAP)	18,500.00	18,500.00	
Other Assets (attach schedule)			
TOTAL OTHER ASSETS	18,500.00	18,500.00	-
TOTAL ASSETS	1,621,120.43	1,606,326.23	1,730,352.05
LIABILITIES AND OWNER EQUITY			
	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE AT END OF PRIOR REPORTING MONTH	BOOK VALUE ON PETITION DATE
LIABILITIES NOT SUBJECT TO COMPROMISE (Postpetition)			
Accounts Payable	87,918.07	60,140.78	
Taxes Payable (refer to FORM MOR-4)			-
Wages Payable			
Notes Payable	50,000.00	50,000.00	
Rent / Leases - Building/Equipment			
Secured Debt / Adequate Protection Payments	54,365.58	64,068.08	
Professional Fees	256,506.22	190,000.00	
Amounts Due to Insiders*			-
Other Post-petition Liabilities (attach schedule)			
TOTAL POST-PETITION LIABILITIES	448,789.87	364,208.86	-
LIABILITIES SUBJECT TO COMPROMISE (Pre-Petition)			
Secured Debt	650,000.00	660,000.00	680,000.00
Asset Retirement Obligations (for GAAP)	18,500.00	18,500.00	
Priority Debt			
Unsecured Debt **	397,345.61	376,285.87	348,107.67
Other Liabilities			
TOTAL PRE-PETITION LIABILITIES	1,065,845.61	1,054,785.87	1,028,107.67
TOTAL LIABILITIES	1,514,635.48	1,418,994.73	1,028,107.67
OWNERS' EQUITY			
Capital Stock			
Additional Paid-In Capital			
Partners' Capital Account			
Owner's Equity Account	878,121.80	878,121.80	904,036.93
Retained Earnings - Pre-Petition	(201,792.15)	(201,792.15)	(201,792.15)
Retained Earnings - Post-petition	(569,844.70)	(488,998.15)	
Adjustments to Owner Equity (attach schedule)			
Post-petition Contributions (attach schedule)			
NET OWNERS' EQUITY	106,484.95	187,331.50	702,244.78
TOTAL LIABILITIES AND OWNERS' EQUITY	1,621,120.43	1,606,326.23	1,730,352.45

*"Insider" is defined in 11 U.S.C. Section 101(31).

**Includes adjustment for pre-petition accrued interest

*** Estimate of disputed working interest funds held by Kent Ries.

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STATUS OF POST-PETITION TAXES

The beginning tax liability should be the ending liability from the prior month or, if this is the first report, the amount should be zero.

Attach photocopies of IRS Form 6123 or payment receipt to verify payment or deposit of federal payroll taxes.

Attach photocopies of any tax returns filed during the reporting period.

Federal	Beginning Tax	Amount Withheld and/or Accrued	Amount Paid	Date Paid	Check # or EFT	Ending Tax
Withholding	0	0	0			
FICA-Employee	0	0	0			
FICA-Employer	0	0	0			
Unemployment	0	0	0			
Income	0	0	0			
Other:	0	0	0			
Total Federal Taxes	0	0	0			
State and Local						
Withholding	0	0	0			
Sales	0	0	0			
Excise	0	0	0			
Unemployment	0	0	0			
Real Property	13,005.38	-	11,911.65	12/31/2019	ACH	1,093.73
Personal Property	-	-	-			
Severance Taxes	1,263.25	975.89	-			2,239.14
Total State and Local	14,268.63	975.89	11,911.65			
Total Taxes						

SUMMARY OF UNPAID POST-PETITION DEBTS

Attach aged listing of accounts payable.

	Number of Days Past Due					Total
	Current	1-30	31-60	61-90	Over 91	
Accounts Payable *	46,863.82	14,956.51	26,097.74			87,918.07
Wages Payable	-					-
Taxes Payable	-					-
Rent/Leases-Building	-					-
Rent/Leases-Equipment	-					-
Secured Debt/Adequate Protection Payments	297.50	5,423.00	48,645.08			54,365.58
Professional Fees	256,506.22					256,506.22
Amounts Due to Insiders						-
DIP Loan	50,000.00	-				50,000.00
Other:						-
Total Post-petition Debts	353,667.54	20,379.51	74,742.82	-	-	448,789.87

Explain how and when the Debtor intends to pay any past due post-petition debts.

Professional fees have not been billed yet. Past due debts are owed to Ponderosa TX Operating LLC, the DIP lender's legal counsel and the Debtor's legal counsel. These will be paid when funds are available and within the budget; and, with respect to the Debtor's professional fees, once they are approved by the Court after a properly noticed hearing and application.

* includes \$60,771.92 due to Ponderosa TX Operating LLC.

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ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

Accounts Receivable Reconciliation	Amount
Total Accounts Receivable at the beginning of the reporting period	93,960.35
Plus: Amounts billed during the period	88,863.67
Less: Amounts collected during the period	(96,296.83)
Less: Adjustments	2,336.47
Total Accounts Receivable at the end of the reporting period	88,863.66

Accounts Receivable Aging	0-30 Days	31-60 Days	61-90 Days	91+ Days	Total
0 - 30 days old	88,863.66				
31 - 60 days old					
61 - 90 days old					
91+ days old					
Total Accounts Receivable	88,863.66	-	-	-	-
Less: Bad Debts (Amount considered uncollectible)	-				
Net Accounts Receivable	88,863.66				

TAXES RECONCILIATION AND AGING

Taxes Payable	0-30 Days	31-60 Days	61-90 Days	91+ Days	Total
0 - 30 days old	975.89				
31 - 60 days old	523.98				
61 - 90 days old	739.27				
91+ days old					
Total Taxes Payable	2,239.14				
Total Accounts Payable					

In re PONDEROSA-STATE ENERGY, LLC
Debtor

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PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown on the Cash Receipts and Disbursements Report (MOR-1) list the amount paid to insiders (as defined in Section 101(31) (A)-(F) of the U.S. Bankruptcy Code) and to professionals. For payments to insiders, identify the type of compensation paid (e.g. Salary, Bonus, Commissions, Insurance, Housing Allowance, Travel, Car Allowance, Etc.). Attach additional sheets if necessary.

INSIDERS			
NAME	TYPE OF PAYMENT	AMOUNT PAID	TOTAL PAID TO DATE
TOTAL PAYMENTS TO INSIDERS			

PROFESSIONALS					
NAME	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	TOTAL PAID TO DATE	TOTAL INCURRED & UNPAID*
Diamond McCarthy LLP				-	256,506.22
Gollob Morgan Peddy PC				-	2,537.50
TOTAL PAYMENTS TO PROFESSIONALS				-	259,043.72

* INCLUDE ALL FEES INCURRED, BOTH APPROVED AND UNAPPROVED

POST-PETITION STATUS OF SECURED NOTES, LEASES PAYABLE AND ADEQUATE PROTECTION PAYMENTS

NAME OF CREDITOR	SCHEDULED MONTHLY PAYMENT DUE	AMOUNT PAID DURING MONTH	TOTAL UNPAID POST-PETITION
Washington Federal Bank	10,000.00	10,000.00	670,000.00
Forchelli Deegan Terrana LLP		10,000.00	14,126.74
TOTAL PAYMENTS		20,000.00	

In re PONDEROSA-STATE ENERGY, LLC
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DEBTOR QUESTIONNAIRE

Must be completed each month. If the answer to any of the questions is "Yes", provide a detailed explanation of each item. Attach additional sheets if necessary.		Yes	No
1	Have any assets been sold or transferred outside the normal course of business this reporting period?		NO
2	Have any funds been disbursed from any account other than a debtor in possession account this reporting period?		NO
3	Is the Debtor delinquent in the timely filing of any post-petition tax returns?		NO
4	Are workers compensation, general liability or other necessary insurance coverages expired or cancelled, or has the debtor received notice of expiration or cancellation of such policies?		NO
5	Is the Debtor delinquent in paying any insurance premium payment?		NO
6	Have any payments been made on pre-petition liabilities this reporting period?	Yes, Secured loan payments	
7	Are any post petition receivables (accounts, notes or loans) due from related parties?		NO
8	Are any post petition payroll taxes past due?		NO
9	Are any post petition State or Federal income taxes past due?		NO
10	Are any post petition real estate taxes past due?		NO
11	Are any other post petition taxes past due?		NO
12	Have any pre-petition taxes been paid during this reporting period?		NO
13	Are any amounts owed to post petition creditors delinquent?		NO
14	Are any wage payments past due?		NO
15	Have any post petition loans been received by the Debtor from any party?	YES, DIP Loans	
16	Is the Debtor delinquent in paying any U.S. Trustee fees?		NO
17	Is the Debtor delinquent with any court ordered payments to attorneys or other professionals?		NO
18	Have the owners or shareholders received any compensation outside of the normal course of business?		NO



SIGNATURE BANK

565 Fifth Avenue, 12th Floor
New York, NY 10017

Statement Period
From December 01, 2019
To December 31, 2019
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PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
OPERATING ACCOUNT
CASE NUMBER 19 13011(JLG)
ATTN: RICHARD SANDS
641 LEXINGTON AVE, FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account: 6610 0

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BUREAU OF INVESTIGATION REGARDING FRAUD TARGETING BUSINESSES, INCLUDING
GUIDANCE ON WHAT YOU CAN DO TO REDUCE YOUR RISK OF BECOMING A VICTIM.
SIGNATURE BANK BELIEVES THAT THIS IS IMPORTANT NEWS TO SHARE WITH OUR
CLIENTS. WE ARE MAKING IT AVAILABLE TO YOU FOR YOUR INFORMATION AND ANY
ACTION THAT YOU MAY CONSIDER APPROPRIATE.

Signature Relationship Summary		Opening Bal.	Closing Bal.
BANK DEPOSIT ACCOUNTS			
6610	BANKRUPTCY CHECKING	21,927.03	5,808.57
RELATIONSHIP	TOTAL		5,808.57

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Statement Period
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PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
OPERATING ACCOUNT
CASE NUMBER 19 13011(JLG)
ATTN: RICHARD SANDS
641 LEXINGTON AVE, FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account: [REDACTED] 6610 0

BANKRUPTCY CHECKING [REDACTED] 6610

Summary

Previous Balance as of December 01, 2019	21,927.03
1 Credits	33,370.74
4 Debits	49,489.20
Ending Balance as of December 31, 2019	5,808.57

Deposits and Other Credits

Dec 24 ACH DEPOSIT	ck/ref no. 6031710	33,370.74
PONDEROSA TX OPE	ACH PAYMEN 286948	
002 [REDACTED]	3532	

Withdrawals and Other Debits

Dec 03 OUTGOING WIRE		12,901.75
REF# 20191203B6B7261F001221		
TO: WASHINGTON FEDERAL	ABA: 325070980	
BANK: WASHINGTON FEDERAL, NA	ACCT# [REDACTED]	
OBI: Ponderosa LN# [REDACTED]	3880 Principle/Interest payment	
OBI:		
OBI:		
Dec 05 ONLINE TRANSFER DR		8,500.00
ONLINE XFR TO: XXXXXX2528		
Dec 26 OUTGOING WIRE		10,000.00
REF# 20191226B6B7261F002119		
TO: Forchelli, Curto, Deegan, Schwartz	ABA: 021411335	
BANK: FIRST NATIONAL BANK OF LONG IS	ACCT# [REDACTED]	
Dec 31 ONLINE TRANSFER DR		18,087.45
ONLINE XFR TO: XXXXXX2528		

Signature
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NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
OPERATING ACCOUNT
CASE NUMBER 19 13011(JLG)
ATTN: RICHARD SANDS
641 LEXINGTON AVE, FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account: [REDACTED] 6610 0

Daily Balances

Nov 30	21,927.03	Dec 24	33,896.02
Dec 03	9,025.28	Dec 26	23,896.02
Dec 05	525.28	Dec 31	5,808.57



SIGNATURE BANK
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New York, NY 10017

Statement Period
From December 01, 2019
To December 31, 2019
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PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
DISPUTED WORKING INTEREST ACCT
CASE NUMBER 19 13011(JLG)
ATTN: RICHARD SANDS
641 LEXINGTON AVE, FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account: 6629 0

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SIGNATURE BANK BELIEVES THAT THIS IS IMPORTANT NEWS TO SHARE WITH OUR
CLIENTS. WE ARE MAKING IT AVAILABLE TO YOU FOR YOUR INFORMATION AND ANY
ACTION THAT YOU MAY CONSIDER APPROPRIATE.

Signature Relationship Summary		Opening Bal.	Closing Bal.
BANK DEPOSIT ACCOUNTS			
6629	BANKRUPTCY CHECKING	.00	.00
RELATIONSHIP	TOTAL		.00

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Statement Period
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PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
DISPUTED WORKING INTEREST ACCT
CASE NUMBER 19 13011(JLG)
ATTN: RICHARD SANDS
641 LEXINGTON AVE, FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account:  6629 0

BANKRUPTCY CHECKING  6629

Summary

Previous Balance as of December 01, 2019	.00
There was no deposit activity during this statement period	
Ending Balance as of December 31, 2019	.00



SIGNATURE BANK

565 Fifth Avenue, 12th Floor
New York, NY 10017

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PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
ROYALTY ACCOUNT
CASE NUMBER 19 13011(JLG)
ATTN RICHARD SANDS
641 LEXINGTON AVE FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account: [REDACTED] 6637 0

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BUREAU OF INVESTIGATION REGARDING FRAUD TARGETING BUSINESSES, INCLUDING
GUIDANCE ON WHAT YOU CAN DO TO REDUCE YOUR RISK OF BECOMING A VICTIM.
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CLIENTS. WE ARE MAKING IT AVAILABLE TO YOU FOR YOUR INFORMATION AND ANY
ACTION THAT YOU MAY CONSIDER APPROPRIATE.

Signature Relationship Summary

Opening Bal.

Closing Bal.

BANK DEPOSIT ACCOUNTS

[REDACTED] 6637	BANKRUPTCY CHECKING	.00	.00
RELATIONSHIP	TOTAL		.00

19-13011-jlg


Statement Period
From December 01, 2019
To December 31, 2019
Page 2 of 2

PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
ROYALTY ACCOUNT
CASE NUMBER 19 13011(JLG)
ATTN RICHARD SANDS
641 LEXINGTON AVE FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account:  6637 0

BANKRUPTCY CHECKING  6637

Summary

Previous Balance as of December 01, 2019	.00
There was no deposit activity during this statement period	
Ending Balance as of December 31, 2019	.00



SIGNATURE BANK

565 Fifth Avenue, 12th Floor
New York, NY 10017

Statement Period
From November 01, 2019
To November 30, 2019
Page 1 of 3

PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
OPERATING ACCOUNT
CASE NUMBER 19 13011(JLG)
ATTN: RICHARD SANDS
641 LEXINGTON AVE, FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account: [REDACTED] 6610 0

EFFECTIVE DECEMBER 27, 2019, WE HAVE REVISED SIGNATURE BANK'S BUSINESS BANK
ACCOUNT AGREEMENTS AND DISCLOSURES BOOKLET, BUSINESS ACCOUNT INTERNET
BANKING TERMS AND CONDITIONS AND BUSINESS ACCOUNT FEE SCHEDULE. PRINTED,
UPDATED BOOKLETS AND TERMS AND CONDITIONS WILL BE AVAILABLE AT OUR FINANCIAL
CENTERS OR AT WWW.SIGNATURENY.COM IN THE 'ABOUT US' SECTION. THE BUSINESS
ACCOUNT FEE SCHEDULE CAN BE REQUESTED AT OUR FINANCIAL CENTERS OR BY
CONTACTING YOUR PRIVATE CLIENT GROUP.

Signature Relationship Summary

Opening Bal.

Closing Bal.

BANK DEPOSIT ACCOUNTS

1503806610	BANKRUPTCY CHECKING	57,573.20	21,927.03
RELATIONSHIP	TOTAL		21,927.03

19-13011-jlg
Signature

Statement Period
From November 01, 2019
To November 30, 2019
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PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
OPERATING ACCOUNT
CASE NUMBER 19 13011(JLG)
ATTN: RICHARD SANDS
641 LEXINGTON AVE, FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account: [REDACTED] 6610 0

BANKRUPTCY CHECKING [REDACTED] 6610

Summary

Previous Balance as of November 01, 2019	57,573.20
3 Credits	23,020.89
5 Debits	58,667.06
Ending Balance as of November 30, 2019	21,927.03

Deposits and Other Credits

Nov 05	ACH DEPOSIT	ck/ref no.	1142574	2,521.06
	PONDEROSA TX OPE	ACH PAYMEN	207865	
	[REDACTED]	3532		
Nov 22	ACH DEPOSIT	ck/ref no.	2985651	6,504.22
	PONDEROSA TX OPE	ACH PAYMEN	PSE	
	[REDACTED]	3532		
Nov 27	ONLINE TRANSFER CR			13,995.61
	ONLINE XFR FROM: XXXXXX2528			

Withdrawals and Other Debits

Nov 04	OUTGOING WIRE			12,951.57
	REF#	[REDACTED]		
	TO: WASHINGTON FEDERAL	ABA: 325070980		
	BANK: WASHINGTON FEDERAL, NA	ACCT# [REDACTED]		
	OBI: Ponderosa LN# [REDACTED]	3880 Principle/Interest payment		
	OBI:			
	OBI:			
Nov 04	ONLINE TRANSFER DR			20,000.00
	ONLINE XFR TO: XXXXXX2528			
Nov 07	ONLINE TRANSFER DR			16,683.25
	ONLINE XFR TO: XXXXXX2528			
Nov 12	ONLINE TRANSFER DR			8,000.00
	ONLINE XFR TO: XXXXXX2528			
Nov 26	ONLINE TRANSFER DR			1,032.24
	ONLINE XFR TO: XXXXXX2528			

19-13011-jlg


Statement Period
From November 01, 2019
To November 30, 2019
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PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
OPERATING ACCOUNT
CASE NUMBER 19 13011(JLG)
ATTN: RICHARD SANDS
641 LEXINGTON AVE, FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account: XXXXXXXXXX 6610 0

Daily Balances

Oct 31	57,573.20	Nov 12	2,459.44
Nov 04	24,621.63	Nov 22	8,963.66
Nov 05	27,142.69	Nov 26	7,931.42
Nov 07	10,459.44	Nov 27	21,927.03



SIGNATURE BANK

565 Fifth Avenue, 12th Floor
New York, NY 10017

Statement Period
From November 01, 2019
To November 30, 2019
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PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
DISPUTED WORKING INTEREST ACCT
CASE NUMBER 19 13011(JLG)
ATTN: RICHARD SANDS
641 LEXINGTON AVE, FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account: [REDACTED] 6629 0

EFFECTIVE DECEMBER 27, 2019, WE HAVE REVISED SIGNATURE BANK'S BUSINESS BANK
ACCOUNT AGREEMENTS AND DISCLOSURES BOOKLET, BUSINESS ACCOUNT INTERNET
BANKING TERMS AND CONDITIONS AND BUSINESS ACCOUNT FEE SCHEDULE. PRINTED,
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ACCOUNT FEE SCHEDULE CAN BE REQUESTED AT OUR FINANCIAL CENTERS OR BY
CONTACTING YOUR PRIVATE CLIENT GROUP.

Signature Relationship Summary

Opening Bal.

Closing Bal.

BANK DEPOSIT ACCOUNTS

[REDACTED] 6629	BANKRUPTCY CHECKING	.00	.00
RELATIONSHIP	TOTAL		.00

19-13011-jlg


Statement Period
From November 01, 2019
To November 30, 2019
Page 2 of 2

PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
DISPUTED WORKING INTEREST ACCT
CASE NUMBER 19 13011(JLG)
ATTN: RICHARD SANDS
641 LEXINGTON AVE, FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account:  6629 0

BANKRUPTCY CHECKING  6629

Summary

Previous Balance as of November 01, 2019	.00
There was no deposit activity during this statement period	
Ending Balance as of November 30, 2019	.00



SIGNATURE BANK
565 Fifth Avenue, 12th Floor
New York, NY 10017

Statement Period
From November 01, 2019
To November 30, 2019
Page 1 of 2

PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
ROYALTY ACCOUNT
CASE NUMBER 19 13011(JLG)
ATTN RICHARD SANDS
641 LEXINGTON AVE FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account: [REDACTED] 6637 0

EFFECTIVE DECEMBER 27, 2019, WE HAVE REVISED SIGNATURE BANK'S BUSINESS BANK
ACCOUNT AGREEMENTS AND DISCLOSURES BOOKLET, BUSINESS ACCOUNT INTERNET
BANKING TERMS AND CONDITIONS AND BUSINESS ACCOUNT FEE SCHEDULE. PRINTED,
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ACCOUNT FEE SCHEDULE CAN BE REQUESTED AT OUR FINANCIAL CENTERS OR BY
CONTACTING YOUR PRIVATE CLIENT GROUP.

Signature Relationship Summary

Opening Bal.

Closing Bal.

BANK DEPOSIT ACCOUNTS

[REDACTED] 6637	BANKRUPTCY CHECKING	.00	.00
RELATIONSHIP	TOTAL		.00

19-13011-jlg


Statement Period
From November 01, 2019
To November 30, 2019
Page 2 of 2

PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
ROYALTY ACCOUNT
CASE NUMBER 19 13011(JLG)
ATTN RICHARD SANDS
641 LEXINGTON AVE FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account:  6637 0

BANKRUPTCY CHECKING  6637

Summary

Previous Balance as of November 01, 2019	.00
There was no deposit activity during this statement period	
Ending Balance as of November 30, 2019	.00



SIGNATURE BANK

565 Fifth Avenue, 12th Floor
New York, NY 10017

Statement Period
From October 01, 2019
To October 31, 2019
Page 1 of 3

PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
OPERATING ACCOUNT
CASE NUMBER 19 13011(JLG)
ATTN: RICHARD SANDS
641 LEXINGTON AVE, FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account: 6610 0

AVOID BUSINESS E-MAIL FINANCIAL FRAUD! PLEASE VISIT THE "PRIVACY & SECURITY"
SECTION LOCATED UNDER THE "ABOUT US" HEADING AT WWW.SIGNATURENY.COM. SELECT
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CLIENTS. WE ARE MAKING IT AVAILABLE TO YOU FOR YOUR INFORMATION AND ANY
ACTION THAT YOU MAY CONSIDER APPROPRIATE.

Signature Relationship Summary		Opening Bal.	Closing Bal.
BANK DEPOSIT ACCOUNTS			
6610	BANKRUPTCY CHECKING	50.23	57,573.20
RELATIONSHIP	TOTAL		57,573.20

19-13011-jlg


Statement Period
From October 01, 2019
To October 31, 2019
Page 2 of 3

PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
OPERATING ACCOUNT
CASE NUMBER 19 13011(JLG)
ATTN: RICHARD SANDS
641 LEXINGTON AVE, FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account: XXXXXXXXXX 6610 0

BANKRUPTCY CHECKING XXXXXXXXXX 6610

Summary

Previous Balance as of October 01, 2019	50.23
6 Credits	99,559.96
4 Debits	42,036.99
Ending Balance as of October 31, 2019	57,573.20

Deposits and Other Credits

Oct 02	ACH DEPOSIT	ck/ref no.	7698239	19,503.28
	PONDEROSA TX OPE	ACH PAYMEN	150681	
	002 0000000000019503289812913532			
Oct 09	ACH DEPOSIT	ck/ref no.	8511984	13,654.97
	PONDEROSA TX OPE	ACH PAYMEN	162249	
	002 0000000000013654979812913532			
Oct 11	ONLINE TRANSFER CR			13,201.89
	ONLINE XFR FROM: XXXXXX2528			
Oct 17	INCOMING WIRE			149.26
	REF# 20191017B6B7261F00111310171307FT03			
	FROM: PONDEROSA-STATE ENERGY, LLC	ABA:	325070980	
	BANK:			
	OBI: DEBTOR IN POSSESSION OPERATING ACCT			
	OBI:			
	OBI:			
Oct 28	ACH DEPOSIT	ck/ref no.	215124	3,050.56
	PONDEROSA TX OPE	ACH PAYMEN	193818	
	002 0000000000003050569812913532			
Oct 30	ONLINE TRANSFER CR			50,000.00
	ONLINE XFR FROM: XXXXXX5746			

Withdrawals and Other Debits

Oct 11	ONLINE TRANSFER DR			13,201.89
	ONLINE XFR TO: XXXXXX2528			
Oct 15	OUTGOING WIRE			13,201.89

19-13011-jlg


Statement Period
From October 01, 2019
To October 31, 2019
Page 3 of 3

PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
OPERATING ACCOUNT
CASE NUMBER 19 13011(JLG)
ATTN: RICHARD SANDS
641 LEXINGTON AVE, FL 21
NEW YORK NY 10022 999

See Back for Important Information

Primary Account: [REDACTED] 6610 0

Date	Description	
	REF# [REDACTED]	
	TO: WASHINGTON FEDERAL ABA: 325070980	
	BANK: WASHINGTON FEDERAL, NA ACCT# [REDACTED]	
	OBI: Ponderosa LN#62761573880 Principle/Interest payment	
	OBI:	
	OBI:	
Oct 18	AUTOMATED PAYMENT ck/ref no. 9519071	72.74
	DELUXE BUS SYS. BUS PRODS 86347966	
Oct 25	ONLINE TRANSFER DR	15,560.47
	ONLINE XFR TO: XXXXXX2528	

Daily Balances

Sep 30	50.23	Oct 18	20,083.11
Oct 02	19,553.51	Oct 25	4,522.64
Oct 09	33,208.48	Oct 28	7,573.20
Oct 15	20,006.59	Oct 30	57,573.20
Oct 17	20,155.85		



SIGNATURE BANK

565 Fifth Avenue, 12th Floor
New York, NY 10017

Statement Period
From September 24, 2019
To September 30, 2019
Page 1 of 2

PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
OPERATING ACCOUNT
CASE NUMBER 19 13011(JLG)
745 5TH AVE, STE 537
NEW YORK NY 10151 999

See Back for Important Information

Primary Account: [REDACTED] 6610 0

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Signature Relationship Summary

Opening Bal.

Closing Bal.

BANK DEPOSIT ACCOUNTS

[REDACTED] 6610	BANKRUPTCY CHECKING	.00	50.23
RELATIONSHIP	TOTAL		50.23

19-13011-jlg


Statement Period
From September 24, 2019
To September 30, 2019
Page 2 of 2

PRIVATE CLIENT GROUP 222
261 MADISON AVENUE
NEW YORK, NY 10016

PONDEROSA-STATE ENERGY, LLC DIP 8-222
OPERATING ACCOUNT
CASE NUMBER 19 13011(JLG)
745 5TH AVE, STE 537
NEW YORK NY 10151 999

See Back for Important Information

Primary Account:  6610 0

BANKRUPTCY CHECKING  6610

Summary

Previous Balance as of September 24, 2019	.00
1 Credits	50.23
Ending Balance as of September 30, 2019	50.23

Deposits and Other Credits	
Sep 27 TELEPHONE XFER CR	50.23
TELEPHONE TRANSFER FROM: XXXXXX9516	

Daily Balances			
Sep 24	.00	Sep 27	50.23